



**NORTEC VENTURES CORP.
MANAGEMENT'S DISCUSSION and ANALYSIS
For the nine month period ended September 30, 2008**

prepared as of November 14, 2008

This Management's Discussion and Analysis ("MD&A") provides relevant information on the operations and financial condition of Nortec Ventures Corp. (the "Company") during the nine month period ended September 30, 2008. This MD&A has been prepared as of November 14, 2008.

Except for historical information, this MD&A includes forward-looking statements which are subject to risks and uncertainties. Actual results may differ materially from those in such forward-looking statements. The Company assumes no obligation to update its forward-looking statements to reflect results, changes in assumptions or changes in other factors affecting such statements.

The MD&A should be read in conjunction with the interim consolidated financial statements for the nine month period ended September 30, 2008 and the Company's Annual Report and audited consolidated financial statements and notes for the year ended December 31, 2007. These financial statements can be found at www.nortecventures.com and on SEDAR at www.sedar.com.

All monetary amounts in this MD&A and in the Company's consolidated financial statements are expressed in Canadian dollars, unless otherwise stated. The Company's unaudited consolidated financial statements for the nine month period ended September 30, 2008 include the results of operations of the Company's wholly owned subsidiary Nortec Ecuador S.A. ("NESA"). All of the financial information referenced below has been prepared in accordance with Canadian Generally Accepted Accounting Principles ("GAAP"), applied on a consistent basis.

The Company's Management is responsible for the preparation of the consolidated financial statements and the notes thereto and this MD&A. The Company's auditors are appointed annually by the shareholders to conduct an audit of the annual consolidated financial statements in accordance with Canadian generally accepted auditing standards.

COMPANY OVERVIEW

The Company is a Canadian junior resource company involved in mineral exploration activities in Canada, Ecuador and Finland, as follows:

Property	Optionor	Interest to be Earned	Location	Agreement Date
TL Property	Vulcan Minerals Inc.	51%	Canada	May 14, 2003
Kingurutik Property	Vulcan Minerals Inc.	51%	Canada	August 4, 2008
Ganarin Property	Doubloon Exploration Corp.	49%	Ecuador	April 18, 2005
Condorcocha Property	Doubloon Exploration Corp.	70%	Ecuador	April 18, 2005
Kaukua Property	Akkerman Exploration B.V.	70%	Finland	July 29, 2008

The Company's primary objective is to explore mineral properties to a stage where they can be developed profitably or sold to a third party. The present focus is on precious and base metal properties.

The Company meets these objectives by acquiring high-value primarily precious and base metal properties that can be advanced and developed into situations with reserves. The Company's management and board of directors have extensive mineral industry and business experience around the world. The six directors of the Company combine expertise in exploration geology, mining development and operations, and mineral industry accounting, financing and operational control.

The Company completed the phases I and II exploration programs on the TL Property as recommended by William. J. Scott, Ph.D., P.Eng., of GeoScott Exploration Consultants, St. John's, Newfoundland, in 2004 and late 2005. The program consisted of geological mapping, geophysical surveys (UTEM,

magnetometer) gravity surveys and 2,300 meter diamond drilling program.

The Company incorporated its Ecuadorian subsidiary, Nortec Ecuador S.A. (NESA), in June 2006 and exploration work commenced on the Ganarin property. First phase detailed mapping, trenching, sampling and analysis have been completed. Land use access agreements have been signed, drilling permits have been received and phase one drilling completed. A total of 1,612 metres has been drilled.

In June, 2006, the Company entered into an option agreement with Akkerman Exploration B.V. ("AEBV"), of the Netherlands, to form a joint venture on the Koillismaa-Naranka nickel-copper-PGE (platinum group elements) project in northeastern Finland. The Company was earning a 60% interest in the property. Exploration work began in the third quarter 2006 and a helicopter-borne deep penetrating time domain electromagnetic (TDEM) airborne survey was completed in the fourth quarter 2006. The Company began drilling the property in June, 2007 and completed the 1st Phase of this program in October, 2007. The Company has since abandoned this property in order to focus on exploration of Kaukua property also in Finland.

On July 23, 2007 the company entered into a memorandum of understanding with Akkerman Exploration B.V. (AEBV) to explore the Kaukua platinum, palladium, gold property in northeastern Finland. The Company completed Phase 1 drilling in November, 2007. On July 29, 2008, the Company entered into a formal option agreement with ("AEBV") to earn a 70% interest in the Kaukua property by making option payments of €190,000 (in cash or shares) and incurring initial exploration expenditures of €600,000 over three years from the date of the option agreement. As of the date of this MD&A the Company has met these requirements and earned its 70% interest in the Kaukua property.

On August 4, 2008, the Company entered into an option agreement with Vulcan Minerals Inc. ("Vulcan") to acquire 51% interest, with an option to earn 100%, in the Kingurutik River property ("Kingurutik property") located in northern Labrador. The Company will have the right to earn a 51% working interest by incurring \$1,500,000 of exploration expenditures, paying \$200,000 and issuing 3,000,000 common shares over a four year option period. The Company will be able to acquire the remaining 49% interest in the property within 90 days from the date of exercising the first option by issuing to Vulcan shares up to 19.9% of the Company's fully diluted share capital attributable to the value of the Kingurutik Property or 9,000,000 shares, whichever number of shares is greater. The option agreement was approved by TSX Venture Exchange on June 26, 2008. A technical report in compliance with National Instrument 43-101 guidelines is being prepared for the Kingurutik Property.

FINANCIAL RESULTS OF OPERATIONS

Annual

The following table sets forth, selected financial data of the Company for, and as of the end of, each of the last three completed financial years ending December 31.

Financial Year Ended	2007	2006	2005
Interest Revenue	\$66,463	\$Nil	\$Nil
Net Loss	\$725,692	\$291,238	\$409,005
Shares outstanding	60,781,334	36,489,116	23,794,262
Loss per share	\$0.01	\$0.01	\$0.02
Total Assets	\$6,494,079	\$2,730,367	\$1,835,356
Long Term Debt	\$Nil	\$Nil	\$Nil
Total Liabilities	\$60,763	\$68,422	\$449,375
Financing	\$3,879,438	\$1,419,137	\$1,222,025
Mineral Interests	\$3,972,829	\$2,522,147	\$1,729,937
Dividends paid	\$Nil	\$Nil	\$Nil

Total operating costs for 2007 were \$792,155 (2006 - \$545,713). The company recorded stock based compensation costs ("SBC") for 2007 in the amount of \$359,191 (2006 - \$287,539). SBC costs increased due to the higher % of volatility that was used in Black Scholes option pricing model in 2007 (129%) as compared with the prior year (between 92% and 99%). \$349,998 (2006 \$280,344) was

expensed during the year, and \$9,193 (2006 \$7,195) was capitalized as mineral interest costs. See Note 8c) in the Company's audited financial statements for the year ended 2007 for details on the Company's outstanding stock option grants. SBC accounted for 44% (2006 – 51%) of the Company's operating costs. Management fees of \$116,780 (2006 - \$116,680) include \$62,100 (2006 - \$55,200) of technical and secretarial services provided by Frontier Pacific Mining Corporation, a company with directors in common. The Company recorded travel and promotion costs in the amount of \$78,670 (2006 - \$17,419), which represents an increase of \$61,252 over the prior year due in part to the hiring of an investor relations consultant. The Company spent \$30,000 (2006 - \$Nil) on consulting fees and \$25,945 (2006 - \$Nil) on other costs relating to the search for new exploration properties. Beginning in 2007, the Company is providing liability insurance and workers compensation insurance for its officers and directors. These premiums amounted to \$16,217 (2006 - \$Nil) and \$3,939 (2006 - \$Nil) respectively. The Company paid rent in the amount of \$14,460 (2006 - \$6,000) reflecting a full year's rent expense in the new office location on Burrard Street, Vancouver, BC.

The Company's operating costs for 2008 will increase substantially over 2007 due to the loss of its office sharing and manpower sharing arrangements with Frontier Pacific Mining Corporation effective July 7, 2008.

The Company's capitalized mineral interest costs as at December 31, 2007 were \$3,972,829 (2006 - \$2,522,147). The Company spent \$1,450,682 (2006 - \$792,210) on mineral acquisitions and explorations. The Company's main area of activity in 2007 was in Finland with \$980,175 spent on drilling and other exploration activities on the Koillisima property and \$245,707 spent on drilling and other exploration activities on the Kaukua property. The Company spent \$196,942 on its Ganarin property in Ecuador, mainly on property survey costs. The Company has maintained its interest in the TL property in Labrador by paying option payments and fees in the amount of \$27,858.

A summary of the Company's capitalized mineral interest costs for the year ended December 31, 2007 is as follows:

	TL Property Labrador	Ganarin Property Ecuador	Condoroch a Property Ecuador	Koillisima Property Finland	Kaukua Property Finland	Kingurutik Property Labrador	Total
Acquisition costs	\$ 130,723	\$ 91,394	\$ 62,332	\$ 319,993	\$ 5,425	\$ -	\$ 609,867
Exploration costs	1,132,406	1,088,766	1,329	900,179	240,282	-	3,362,962
Total	\$ 1,263,129	\$ 1,180,160	\$ 63,661	\$ 1,220,172	\$ 245,707	\$ -	\$ 3,972,829

A summary of the Company's capitalized mineral interest activity for the nine month period ended September 30, 2008 is as follows:

	TL Property Labrador	Ganarin Property Ecuador	Condorocha Property Ecuador	Koillisima Property Finland	Kaukua Property Finland	Kingurutik Property Labrador	Total
Projects December 31, 2007	\$ 1,263,129	\$ 1,180,160	\$ 63,661	\$ 1,220,172	\$ 245,707	\$ -	\$ 3,972,829
Activity 2008:							
Acquisition costs	20,000	-	-	-	144,693	72,000	236,693
Exploration costs	1,368,158	149,675	-	7,956	1,360,852	215,556	3,102,197
Total	1,388,158	149,675	-	7,956	1,505,545	287,556	3,338,890
Write-off	-	-	-	(1,228,128)	-	-	(1,228,128)
Projects September 30, 2008	\$ 2,651,287	\$ 1,329,835	\$ 63,661	\$ -	\$ 1,751,252	\$ 287,556	\$ 6,083,591

Quarterly

The following table sets forth selected financial data of the Company for, and as of the end of, each of the last eight completed financial quarters:

Quarter ended	September 30, 2008	June 30, 2008	March 31 2008	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007	December 31, 2006
Interest Revenue	\$11,609	\$5,290	\$22,806	\$30,060	\$36,403	\$Nil	\$Nil	\$ Nil
Net Loss	\$426,304	\$229,611	\$1,053,351	\$282,222	\$138,909	\$200,574	\$103,987	\$40,476
Shares outstanding	72,060,834	60,781,334	60,781,334	60,781,334	60,781,334	53,034,834	45,689,116	36,489,116
Loss per share	\$0.01	\$0.00	\$0.02	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Mineral property expenditures, net	\$2,373,851	\$803,668	\$161,369	\$518,469	\$290,079	\$288,888	\$83,212	\$370,544

Net loss for the three months ended September 30, 2008 was \$426,304 as compared to the net loss of \$138,909 incurred during the three months ended September 30, 2007. The \$287,395 increase in net loss is explained in the table below.

Mineral interest expenditures in the current quarter amounted to \$2,373,851, as compared to \$290,079 in the comparative period ended September 30, 2007. The Company completed 4,500 meters of drilling in the quarter resulting in mineral interest costs of \$1,185,483 on the Kaukua property in Finland, \$942,650 on the TL property in Newfoundland, \$191,492 on the Kingurutik property in Labrador. See following section 'Mineral Interests' for an explanation of this exploration activity.

Further details on the Company's mineral interests can be found in Note 7) in the interim consolidated financial statements for the nine month period ended in September 30, 2008 and the Company's audited consolidated financial statements for the year ended December 31, 2007. These financial statements can be found at www.nortecventures.com and on SEDAR at www.sedar.com.

The Following table sets forth the major expense items for the three month and nine month periods ended September 30.

Expense:	Three months ended September 30, 2008	Three months ended September 30, 2007	Nine months ended September 30, 2008	Nine months ended September 30, 2007
Stock based compensation expense	\$ 95,256	\$ 43,998	\$ 222,395	\$ 203,355
Payroll expenses	119,166	-	119,166	-
Legal fees	42,382	6,580	87,043	30,897
Advertising and promotion	42,574	11,098	86,684	41,197
Management consulting fees	9,600	18,200	67,300	47,930
Consulting fees	39,045	-	52,645	-
New property research	17,950	5,638	34,980	5,638
Regulatory compliance	18,531	17,392	32,826	26,104
All other expenses	46,406	59,244	108,814	109,203
Total	\$ 430,910	\$ 162,150	\$ 811,853	\$ 464,324

Stock based compensation represents 27% of the Company's total expenses for the nine month period ended September 30, 2008 and 44% for the nine month period ended September 30, 2007. The decrease in percentage terms was due to the increase in other operating expenses. As at September 30, 2008 there are 7,135,000 options fully vested. Total number of stock options outstanding as at September 30, 2008 was 8,044,163. See Note 8 c) in the interim financial statements for the period ending September 30, 2008 and the audited financial statements for the period ended December 31, 2007 for the details on the Company's stock options. These financial statements can be found at www.nortecventures.com and on SEDAR at www.sedar.com.

The Company began incurring salary and payroll costs during the third quarter of 2008. This is a change from prior operating periods. Previous to the current quarter the company paid a related company (directors in common) for services provided. Effective July 7, 2008 this arrangement was terminated. The company has hired and is now employing management, geological, accounting, secretarial and clerical service staff directly. Total salaries and related payroll costs for these services in the quarter and nine month period ended September 30, 2008 were \$119,166.

Legal fee costs as at September 30, 2008 increased by \$56,146 over the same nine month period ended September 30, 2007. The Company incurred additional legal fees in connection with the preparation of new property agreements, investor relations agreements and amendments to the warrant terms and stock option plan.

Advertising and promotion costs increased by \$45,487 over the same nine month period ended September 30, 2007 due to acquiring the services of an investor relations consultant and company promotion expenses in Europe.

Management fee costs as at September 30, 2008 increased by \$19,370 over the same nine month period ended September 30, 2007. These fees represent compensation paid to the Company's Chief Executive Officer for services relating to the first half of the year and to the Chief Financial Officer for services for the nine month period ended September 30, 2008. The increase in costs is due to cost of services provided by the newly appointed Chief Financial Officer.

Consulting fees have increased by \$52,645 over the same nine month period ended September 30, 2007 relating to consulting services provided in connection with further property acquisitions in Ecuador.

New property research costs increased by \$29,342 over the same nine month period ended September 30, 2007 due to increase in activity relating to examination of new properties in Ecuador.

Regulatory compliance fees have increased by \$6,722 over the same nine month period ended September 30, 2007 due mainly to the cost increase for the TXS Venture exchange annual sustaining fee.

The total cost of all other expenses have decreased by \$389 over the same nine month period ended September 30, 2007. This is a net change. The Company recorded increased rent, telephone and office supply costs offset by reduced costs for contract services eliminated due the direct hire of personnel.

The Company's general and administrative costs will continue to increase when compared to 2007 and the first half of 2008 due to the loss of its office sharing and manpower sharing arrangement with Frontier Pacific Mining Corp. effective July 7, 2008.

LIQUIDITY AND CAPITAL RESOURCES

The table following sets forth the Company's working capital position as at September 30, 2008, December 31, 2007 and September 30, 2007:

	September 30, 2008	December 31, 2007	September 30, 2007
Working capital	1,408,837	2,461,484	3,086,266

The table following sets forth the Company's cash, short-term investments and accumulated deficit as at September 30, 2008 and for each of the last three years:

	September 30, 2008	December 31, 2007	December 31, 2006	December 31, 2005
Cash and cash equivalents	\$ 536,000	\$ 485,846	\$ 141,232	\$ 65,111
Short-term investments	\$ 1,000,000	\$ 1,930,000	\$ -	\$ -
Accumulated deficit	\$ 3,612,886	\$ 1,903,621	\$ 1,177,929	\$ 886,691

The Company's cash position increased from December 31, 2007 to September 30, 2008 by \$50,154. During the three month period ended September 30, 2008 the Company spent \$129,984 (September 30, 2007 \$94,197) of cash on operating costs and \$2,434,687 (September 30, 2007 \$290,237) on investing activities. Financing activity generated \$2,859,897 of cash during the three month period ended September 30, 2008.

As at September 30, 2008 the Company has outstanding payments to suppliers in the amount of \$290,535. As at December 31, 2007 the Company had outstanding payments to suppliers in the amount of \$37,822.

Current Year Financing

On August 4, 2008 the Company closed a brokered private placement of 7,000,000 units at a price of \$0.27 per unit for a total gross proceeds of \$1,890,000. Each unit consists of one common share of the company and one-half of one transferable common share purchase warrant. Each whole warrant can be exercised to acquire one additional share at an exercise price of \$0.45. The warrants expire February 14, 2010.

As consideration for having acted as agent, the agent received a commission of \$110,104 and 79,500 units. Each unit consists of one common share of the company and one-half of one transferable common share purchase warrant. Each whole warrant can be exercised to acquire one additional share at an exercise price of \$0.45. The warrants expire February 14, 2010. In addition, the agent received 409,163 compensation options valued at \$54,483. Each compensation option will entitle the agent to purchase one common share of the company at a price of \$0.30 per common share. The options expire on February 14, 2010. The options are fully vested on completion of the four month holding period. All securities and warrants issued in the offering will have a hold period of four months from the date of closing and ending on December 15, 2008.

The Company completed a non-brokered private placement of 4,000,000 units at a price of \$0.27 per unit. Each unit consists of one share of the company and one-half warrant. Each whole warrant can be exercised to acquire one additional share at an exercise price of \$0.45. The warrants expire February 14, 2010. This private placement was completed in two tranches. The first tranche consisting of 2,855,185 units for gross proceeds of \$770,900, was completed August 14, 2008. The second tranche consisting of 1,144,815 units for gross proceeds of \$309,100 was completed August 31, 2008.

Prior Year Financing

On March 30, 2007 the Company completed a non-brokered private placement for the issuance of 9,200,000 common shares at a price of \$0.15 per share for gross proceeds of \$1,380,000. On March 30, 2007 the Company also issued 4,300,000 special warrants at a price of \$0.15 per warrant for gross proceeds of \$645,000. These special warrants were held in escrow until shareholder approval was obtained and the special warrants were automatically converted to 4,300,000 shares of the Company on July 6, 2007 for no additional consideration.

On June 7, 2007 and July 4, 2007 the Company completed non-brokered private placements of 1,720,000 and 2,000,000 flow through units at a price of \$0.25 per flow-through unit for gross proceeds of \$430,000 and \$500,000 respectively. Each unit consisted of one common share and one non-transferable common share purchase warrant which is exercisable to acquire one non flow through common share of the Company. 1,720,000 warrants can be exercised on or before June 7, 2008, and 2,000,000 warrants can be exercised on or before July 4, 2008. Approval has been received from the TSX Venture Exchange to extend the expiration dates to June 7, 2009 and July 4, 2009.

To complete the above fiscal 2007 private placements, the Company also incurred legal and filing fees of \$33,549.

On June 28, 2007, the Company issued 783,134 common shares valued at \$0.33 per share for total value of \$258,434 in lieu of its June 14, 2007 Koillismaa-Naranka Property (Finland) option payment of €100,000.

SHARE CAPITAL

The following tables summarize the Company's share capital transactions for the period ended September 30, 2008.

Common Shares:

Balance December 31, 2007	60,781,334
Shares issued	11,279,500
Balance September 30, 2008	72,060,834

Warrants:

Balance December 31, 2007	3,936,000
Exercised	Nil
Issued	5,539,750
Expired	(216,000)
Balance September 30, 2008	9,259,750

Stock Options:

Balance December 31, 2007	6,235,000
Issued	1,809,163
Balance September 30, 2008	8,044,163

As at September 30, 2008, 7,135,000 stock options were fully vested.

On a fully diluted basis the number of common shares as at September 30, 2008 is 89,364,747.

Further details can be found in the Company's interim consolidated financial statements for the period ended September 30, 2008 and the Company's audited consolidated financial statements for the year ended December 31, 2007 at www.nortecventures.com and on SEDAR at www.sedar.com.

RELATED PARTY TRANSACTIONS AND BALANCES

For the nine month period ended September 30, 2008 the Company paid or accrued the following payments to related parties:

Position / Relationship	Related Party		September 30, 2008	Year ended December 30, 2007
President & Chief Executive Officer	Mohan Vulimiri	\$	71,500	\$ 60,000
Vice President Exploration	Ian Laurent	\$	26,250	-
Chief Financial Officer	Adam Kniec	\$	28,800	\$ 12,800
Company with directors in common	Frontier Pacific Mining Corp.	\$	33,550	\$ 55,060
Company with a director in common	Andes Trade & Investment Ltd.	\$	58,500	\$ 30,000

*On July 7, 2008 the relationship with Frontier Pacific Mining Corp. was severed.

MINERAL INTERESTS

Tasisuak Lake ("TL") Property

The TL nickel-copper property located 50 kilometres northwest of Inco's large Voisey's Bay nickel-copper deposit in northern Labrador consists of 121 claims totalling 3,025 hectares. To date, three phases of exploration drilling has been completed on the TL property. The second and third phases of drilling were carried out by Nortec Ventures in 2005 and 2008 respectively. The first phase was carried out by Consolidated Magna Ventures Ltd and Consolidated Viscount Resources Ltd in 1995 and 1996.

The Second phase exploration work was completed in 2005. Fourteen diamond drill holes (holes 41 to 54) were drilled for a total of 2,300 metres on five targets identified by geophysical methods and geology. Drill core was cut and the splits were analyzed for nickel, copper and cobalt by Eastern Analytical Labs of Springdale, Newfoundland, Canada. The five targets tested by drilling are the Pond zone anomaly, West anomaly, B1 anomaly, Goose Feather anomaly and the All-About-It East anomaly. Two holes returned significant results, drill holes 44 and 54. Drillhole 54 returned from 5.5 metres to 13.8 metres (8.3 metres) of 0.84% Nickel and 0.37% Copper (including 5 metres of 1.19% Nickel and 0.53% Copper). Drill hole 44 returned from 65.3 metres to 69.75 metres (4.45 metres) of 0.25% Nickel and 0.08% Copper.

Based on these encouraging results, the Company signed an agreement with Geotech Ltd. ("Geotech"), an airborne geophysical company, to acquire high resolution magnetic and time domain deep penetrating electromagnetic data ("VTEM") over the property. The survey was completed and covered the three licensed areas. The report on the interpretation of the results has been recently submitted by Geotech to Nortec Ventures. These results and interpretation have assisted in targeting potential magmatic Nickel-Copper-Cobalt massive sulphide bodies for the third phase drill program.

A contract was signed with Cartwright Drilling of Goose Bay, Labrador to conduct a third phase 2,000m drill programme on the TL Property. Drilling began early July, 2008 on and was completed in mid August, 2008 for a total of 1,961 metres. The main VTEM target areas tested by this third phase of drilling are the Long Pond anomaly, No Baccy anomaly, the All-About-It anomaly, the B-zone anomaly and the Goose Feather anomaly. A total of 326 samples have been cut and the splits will be analyzed for nickel, copper, cobalt (as part of a multi-element suite) by Accurassay Labs of Gambo, Newfoundland, Canada. The significant results are as follows;

- 14 metres of 1.02 per cent Ni, 0.51 per cent Cu and 0.03 per cent Co (hole 08-AA-60);
- Nine metres of 1.02 per cent Ni, 0.55 per cent Cu and 0.04 per cent Co (hole 08-LP-55);
- Three metres of 1.04 per cent Ni, 0.38 Cu and 0.03 per cent Co (hole 08-LP-56);
- Three metres of 1.01 per cent Ni, 0.39 per cent Cu and 0.04 per cent Co (hole 08-AA-62).

Drill holes 63, 67-72 tested a series of VTEM Anomalies in the B, F and A zones and did not encounter any significant nickel-copper mineralization. However, three of the holes did encounter a massive pyrrhotite zone up to 3 meters in thickness with gold enrichment of 1 gram/tonne over 2 metres in hole 68. As well, some zones of anomalous platinum (Pt) and palladium (Pd) were encountered. Hole 63 encountered the thickest gabbroic body over 69.4 metres though no significant mineralization was encountered.

During the nine month period ended September 30, 2008, the Company has recorded acquisition and exploration costs on this project of \$1,388,158 (2007 - \$1,263,129)..

Ganarin Property, Ecuador

On April 18, 2005 the Company entered into an option agreement with Doubloon Exploration Corp. to acquire a 49% interest in the Ganarin Project located in Southern Ecuador. As of September 30, 2008, the accumulated acquisition and exploration costs on this project were \$1,329,835 (2007 - \$1,180,160). The Ganarin Project consists of the following properties:

Chamana:

Chamana covers four zones, Chamana Oeste, Chamana Este, Chamana Nor-oeste and Chamana Nor-este with a surface area of 600 metres by 500 metres. Intense silicification, quartz-chalcedony breccias and vuggy-druzy quartz stockwork zones, including silica sinter deposits, were delineated in the Chamana area. Detailed grid soil sampling on a line spacing of 25 metres over the four breccia zones identified gold soil geochemical anomalies with values as high as 2 grams/tonne gold. In 1993 Newmont drilled 6 random rotary holes in the area. One of the holes was designed to intersect the Chamana Oeste breccia zone at depth. The hole was terminated at the top of the breccia zone due to drilling problems, but it returned 3.6 grams/tonne gold over 1.5 metres at the bottom of the hole.

During the third quarter 2006 eight drill holes were completed totaling 1,180 metres. Further drilling is required to determine the structural controls of the epithermal gold-silver mineralization as well as the geochemical soil anomalies. Details of drilling results to date can be referred to on the Company's website at www.nortecventures.com

Rio Minas:

In 2005, detailed mapping and systematic follow-up sampling of the high grade zones is continuing on the Rio Minas zone. Very significant gold values (greater than 1,500 grams/tonne gold over 30 centimetres) were obtained from smectite/clay fracture fillings with rounded chalcedony fragments. These fracture fillings are hosted in very tight rhyolite welded tuffs, suggesting tops of epithermal systems. One drill hole of 140 metres was completed in the third quarter 2006 to test the zone at depth and did not return any significant results.

Loma La Cruz:

Gold-silver mineralization at Loma La Cruz is present in intensive pyritiferous argillic and propylitic alteration zones with anhydrite, quartz and calcite fracture-fillings and veinlets. One drill hole of 286 metres was completed in the third quarter of 2006 to test the zone at depth. The drill hole returned minor values in gold and silver.

Mineralization with associated hydrothermal alteration at Ganarin is exposed over an area of 1.5 kilometers (north-south) by 800 meters (east-west) and up to 300 meters vertically. Samples of vein material extracted by artisan miners assayed 8.5 to 145 grams/tonne gold and 9.8 to 49.7 grams/tonne silver. These values are consistent with low to medium sulphidation epithermal "bonanza" deposit model.

The economic potential of Ganarin property has not been adequately tested yet. The Company will decide in the coming quarter whether to retain this property or to abandon.

Condorcocha Property, Ecuador

On April 18, 2005 the Company entered into an option agreement with Doubloon Exploration Corp. to acquire a 49% interest in the Ganarin project located in Azuay Province, Southern Ecuador. As of September 30, 2008, the accumulated acquisition and exploration costs on this project were \$63,661 (2007 - \$63,661).

The Condorcocha Project consists of the following properties:

Daligshi,
Shagli I, II
Condorcocha and
Paredones del Inca I

Total project area is 7,225 hectares.

Detailed soil sample surveys both on contours and on grids were completed on the Shagli and Condorcocha claims. Gold mineralization appears to be associated with quartz veins and veinlets in Eocene andesitic volcanic. More work is required to delineate any potential targets.

The optionor lost title to these claims due to no work being done in 2006, 2007 and to date 2008 as required by the new Ecuadorian mining and exploration regulations. Further exploration work was stopped due to inconclusive results after initial exploratory work carried out in 2005. Should the optionor regain title The Company will review its options and a decision will be made to undertake further exploration or write off this interest.

The Company will decide in the coming quarter whether to retain this property or to abandon.

Koillismaa-Naranka Project, Finland

On June 14, 2006, the Company entered into an option agreement with Akkerman Exploration B.V. ("AEbv"), of the Netherlands, to form a joint venture on the Koillismaa-Naranka nickel-copper-platinum group elements (PGE) project in northeastern Finland. The Company had the right to earn an undivided 60% interest in Koillismaa-Naranka by incurring initial exploration expenditures of €750,000, issuing 400,000 shares and paying cash option payments of €250,000 over an earn-in period of two to three years from the date of the agreement.

During the previous quarter, the Company terminated its option agreement and \$1,221,672 of accumulated acquisition and explorations costs were written off. During the current quarter a further \$6,456 project costs were written off.

Kaukua Project, Finland

On July 29, 2008, the Company entered into an option agreement to earn an undivided 70% interest in the Kaukua platinum – palladium – gold property located in north-eastern Finland pursuant to the Memorandum of Understanding signed on July 27, 2007. The agreement requires the Company make option payments of €30,000 and €60,000 which has been paid and a remaining €100,000 option payment or Initial Exploration Expenditures of €600,000 over an Earn-In period of 3 years. The option agreement was signed by the Company having received confirmation from the Finnish ministry that the exploration licenses for the property have been obtained.

On September 4, 2008 the Company announced that the Earn-In requirements to obtain the 70% interest in the Kaukua property were fulfilled.

The Company completed Phase 1 drilling in November, 2007 for a total of 1,025 metres of core drilling over seven drill holes. All holes were between 110 and 170 metres in depth. Drill core from hole KAU07-04 returned 1.6 g/t PGE and Au over 35 metres. Drill core from hole KAU07-07 returned 1.3 g/t palladium over 41 metres and 2.38 g/t Au over 11 metres.

The Company completed Phase 2 drilling program in April 2008. Phase 2 consisted of 7 drill holes totalling 1,163 meters ranging in depth from 100 to 200 meters. The drilling program covered the down dip and strike extensions of the higher grade mineralization intersected in previously reported drill holes Kau07-04, Kau07-07, Kau07-02, Kau07-03 and GTK405. Drill hole Kau08-009 returned over 30 meters of 1.95 grams/tonne PGE and Gold including 10.5 meters of 3.05 grams/tonne. These are the most significant PGE and Gold results from all the holes reported to date. Drill hole Kau08-008 also returned high values of 31 meters of 1.29 grams PGE and Gold including 19 meters of 1.66 grams/tonne. Phase 1 and Phase 2 programs, totalling 2,188 meters, covered an area 600 meters by 250 meters. The thickness of the mineralization intersected to date averages 30 meters.

Based on the continuing encouraging drill results from the first 2 phases of drilling, the company signed a contract with Nivalan Drilling of Nivalan, Finland to conduct an initial third phase 3,000m drill programme on the Kaukua Property. Drilling began early July on the Kaukua Property and is ongoing. Samples will be cut and the splits will be analyzed for platinum, palladium, gold, nickel, copper, and cobalt (as part of a multi-element suite) by Labtium of Rovaniemi, Finland. Results are awaited.

The Company has also engaged SJ Geophysics of Vancouver, to carry out a 3-D (three dimension array) Induced Polarization (IP) survey in areas to the south and west of the mineralized zone intersected by drilling to date. This will assist in further targeting the higher grade mineralization.

To date, 34 holes were drilled at Kaukua by Nortec Ventures in 2007 and 2008. The Phase III drilling program is ongoing with a total of 17 holes (Kau08-015 to Kau08-034) drilled to date totalling 4,569 metres ("m"). The Phase III drilling program was designed to extend the trace of known mineralization a further 200m along strike and 200m down-dip. The Phase III drilling program is also evaluating the geophysical chargeability anomalies identified in the recently completed Induced Polarization ("IP") survey. Drilling to date suggests that the mineralisation appears to be coincident with the chargeability anomalies. Samples are cut and the splits are analyzed for platinum, palladium, gold, nickel, copper, and cobalt (as part of a multi-element suite) by Labtium of Rovaniemi, Finland. Results have only been received upto hole Kau08-018. The most significant results to date are:

- 65.0m @ 1.57g/t PGE+Au from 153.0m (Hole Kau08-018)
- 20.0m @ 1.12g/t PGE+Au from 79.0m (Hole Kau08-015)
- 30.7m @ 1.02g/t PGE+Au from 90.3m (Hole Kau08-017)

PGE and gold mineralization at Kaukua is intimately associated with significant Nickel and Copper values and is predominantly hosted in the lower pyroxenite, peridotite and gabbro-norite phases of the Kaukua block of the Koillismaa intrusive complex near the footwall contacts with the Precambrian basement K-feldspar rich and siliceous granites.

In general, the drill results to date have delineated a mineralised zone that has 600m of strike (open to the west) and down-dip continuity of 300m from near-surface and open to the southwest. The thickness of the mineralized zone intersected to date averages 30m with higher grade sections averaging between 10 and 15 m. However, results from Hole 18 suggest that the width and grade of the mineralised zone increases at depth. In house resource estimates are being updated and the Company is encouraged by the potential of the Kaukua property for hosting significant PGE+Au, Cu and Ni mineralisation.

Detailed analysis and results of Phase 1 and 2 drilling can be found on the Company's website and on SEDAR at www.nortecventures.com and on SEDAR at www.sedar.com.

As of September 30, 2008, the Company has recorded acquisition and exploration costs on this project of \$1,751,252 (2007 - \$245,707). During the nine month period ended September 30, 2008 the Company spent \$1,505,545 on this property.

Kingurutik River Property

On August 4, 2008, the Company entered into an option agreement with Vulcan Minerals Inc. ("Vulcan") to acquire 51% interest, with an option to earn 100% interest, in the Kingurutik River property ("Kingurutik") or ("the Property") located in northern Labrador, ten kilometres west of the Teck Cominco/Benton Resources' Kingurutik Lake project and immediately west of Celtic Minerals' Kingurutik

Property. The Property is located 90 kilometres northwest of CVRD's Voisey's Bay Nickel – Copper – Cobalt mine. The Company will have the right to earn a 51% working interest by incurring \$1,500,000 of work expenditures and paying Vulcan \$200,000 in cash and issuing 3,000,000 common shares over a four year option period. The first year commitment includes an airborne magnetic and electro-magnetic survey of the property. The initial cash payment of \$10,000 was made in the previous quarter and the 200,000 shares of the Company were issued August 5, 2008.

After earning its 51% interest, the Company can acquire the remaining 49% interest in the property by issuing to Vulcan the greater of:

(i) An amount of shares equal to 19.9% of the Company's fully diluted share capital at the time of exercise of the option. The 19.9% will include 3,000,000 shares to be issued while earning the 51% interest, and will represent 19.9% of the Company's value attributable to the value of Kingurutik property; or

(ii) 9,000,000 shares.

Vulcan will retain a 10% net profits interest in all minerals produced from the property convertible at any time to a 2% net smelter return royalty. The letter of understanding shall be incorporated into a formal option agreement subject to TSX Venture Exchange approval. The Company will be the operator of the project.

The Kingurutik River property covers 234 claims (approximately 6,070 hectares or 15,000 acres) of Nain Plutonic Suite rocks. Work on part of the property by a previous operator included an airborne magnetic and frequency domain electromagnetic survey in the mid 1990's. That survey identified several coincidental magnetic and electro-magnetic anomalies with individual anomalies up to 800 metres in length. None of these anomalies have been drill tested. Subsequent prospecting located extensive gossans within a mixed zone of Tasiuyak gneiss, monzonite, anorthosite and gabbro. Gossanous zones containing disseminated sulphides were heavily weathered and highly altered to hematite and limonite inhibiting any sampling of fresh rock. Numerous highly weathered gossanous samples assayed anomalous Nickel, Copper and Cobalt with assays up to 1100 ppm Copper and 770 ppm Nickel. Some of the prospective geophysical anomalies and gossans extended off the previous property boundaries and were therefore not followed up. The Kingurutik property now includes the extension of these anomalous trends and gossans and will be surveyed with airborne magnetic/electromagnetic survey.

Last quarter, the Company signed an agreement with Geotech Ltd. ("Geotech"), an airborne geophysical company, to acquire high resolution magnetic and time domain deep penetrating electromagnetic data ("VTEM") over the property. The survey was completed this quarter and had covered the three licensed areas. The report on the interpretation of the results has been recently submitted by Geotech to Nortec Ventures. These results and interpretation have assisted in targeting potential magmatic Nickel–Copper–Cobalt massive sulphide bodies.

During this quarter, a contract was signed with Cartwright Drilling of Goose Bay, Labrador to conduct a first phase-reconnaissance (~500m) drill programme. Drilling began mid August, 2008 and was completed in late August, 2008 for a total of 321 metres. The main VTEM target area tested by this reconnaissance drilling is the "A" anomaly. A total of 46 samples have been cut and the splits will be analyzed for nickel, copper, cobalt (as part of a multi-element suite) by Accurassay Labs of Gambo, Newfoundland, No significant results have been received.

As of September 30, 2008, the Company has recorded acquisition and exploration costs on this project of \$287,556 (2007 - \$Nil).

Further details on all the Company's exploration properties and projects and option agreements can be found in Note 7) of the interim consolidated financial statements for the period ended September 30, 2008 and the December 31, 2007 audited financial statements. These financial statements can be found on the Company's website at www.nortecventures.com and on SEDAR at www.sedar.com.

RISK FACTORS

The Company's success depends upon a number of factors, many of which are beyond the Company's control. Typical risk factors and uncertainties include the current world economic downturn which affects the ability to raise financing, title matters, metal prices, currency rate fluctuations, operating hazards encountered in the mining business, and changing legislation, regulations or the administration thereof. These risk factors could materially affect the Company's future operations and could cause actual events to differ materially from those described in forward-looking statements relating to the Company.

ENVIRONMENTAL AND OTHER REGULATORY REQUIREMENTS

Mineral exploration activities require permits from various governmental authorities and are and will be governed by laws and regulations governing prospecting, development, mining, production, exports, taxes, labour standards, occupational health, waste disposal, toxic substances, land use, environmental protection, safety and other matters. Companies engaged in the exploration and development of mineral properties generally experience increased costs, and delays as a result of the need to comply with applicable laws, regulations and permits. Failure to comply with applicable laws, regulations, and permitting requirements may result in enforcement actions, including orders issued by regulatory or judicial authorities causing operations to cease or be curtailed, and may include corrective measures requiring capital expenditures, installation of additional equipment, or remedial actions. Parties engaged in mineral exploration and development activities may be required to compensate those suffering loss or damage by reason of the mining activities and may have civil or criminal fines or penalties imposed for violations of applicable laws or regulations and, in particular, environmental laws.

The Company believes it is in compliance with all laws and regulations that currently apply to its activities. However, there can be no assurance that all permits which the Company may require for mineral exploration and development can be obtained or maintained on reasonable terms or that such laws and regulations would not have an adverse effect on any such mineral exploration or development which the Company might undertake.

Amendments to current laws, regulations and permits governing operations and activities of mining companies, or more stringent implementation thereof, could have a material adverse impact on the Company and cause increases in capital expenditures or production costs or reduction in levels of production at producing properties or require abandonment or delays in development of new mining properties.

METAL PRICES

The principal activity of the Company is the exploration of resource metal properties. The feasible development of such properties is highly dependent upon metal prices. A sustained and substantial decline in commodity prices could result in the write-down, termination of exploration and development work or loss of the Company's interests in identified resource properties. Although such prices cannot be forecast with certainty, the Company carefully monitors factors that could affect commodity prices in order to assess the feasibility of its resource properties.

SIGNIFICANT ACCOUNTING POLICIES

a) *Financial Instrument Disclosures* - Effective January 1, 2007, the Company adopted CICA Section 3855, *Financial Instruments - Recognition and Measurement*. This section establishes standards for determining when a financial asset, financial liability or non-financial derivative is to be recognized on the balance sheet and whether it will be measured using a cost-based or fair value method. The adoption of this new accounting policy had no significant effect on these financial statements.

b) *Capital Disclosures* – Effective January 1, 2008, the Company adopted the CICA Section 1535 *Capital Disclosures*. This standard requires disclosure of an entity's objectives, policies and processes for managing capital, quantitative data about what the entity regards as capital and whether the entity has complied with any capital requirements and, if it has not complied, the consequences of such non-compliance.

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders, and to bring its exploration projects to commercial production.

The capital structure of the Company currently consists of common shares, flow through common shares, stock options and warrants. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through private placements, or sell assets to fund operations. The Company is not subject to externally imposed capital requirements.

c) Recent Accounting Pronouncements

International Financial Reporting Standards ("IFRS") - In 2006, the Canadian Accounting Standards Board ("AcSB") published a new strategic plan that will significantly affect financial reporting requirements for Canadian companies. The AcSB strategic plan outlines the convergence of Canadian generally accepted accounting principles ("GAAP") with IFRS over an expected five year transitional period. In February 2008, the AcSB announced that the changeover date for publicly-listed companies to use IFRS, replacing Canada's own GAAP, is for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011.

The transition date of January 1, 2011 will require the restatement for comparative purposes of amounts reported by the Company for the year ended December 31, 2010. While the Company has begun assessing the adoption of IFRS for 2011, the financial reporting impact of the transition to IFRS cannot be reasonably estimated at this time.

SUBSEQUENT EVENTS

On November 3, 2008 the Company issued to its directors, officers and employees 2,650,000 options exercisable at \$0.11 per share and expiring on November 3, 2013.

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Ian Laurent
Vice President - Exploration

Giovanna Martino
Corporate Secretary

Adam R. Kniec
Chief Financial Officer

Etienne E.V. Walter
Director, Chairman of the Board, Audit Committee
Member

Peter F. Tegar
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Richard L. Richards
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